

CITY COUNCIL BUSINESS
CITY OF MONTGOMERY, TEXAS

SUBJECT: MEDC Budget Amendment No. 1

FOR AGENDA OF: 8/12/2014
SUBMITTED BY: Bill Kotlan

DATE SUBMITTED: 8/8/2014
CLEARANCES: Bill Kotlan

EXHIBITS: Proposed Budget

SUMMARY STATEMENT

Montgomery Economic Development Corporation bylaws require approval of the MEDC budget by city council. Attached is a proposed budget amendment to FY 2014 MEDC budget to reflect spending changes proposed by MEDC.

Changes to Expenditures:

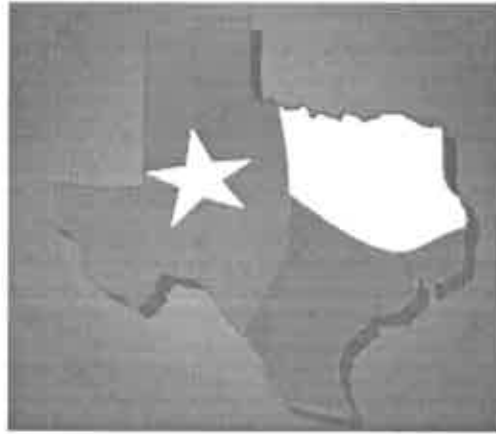
1. Downtown parking improvements is removed. This project was not completed this year due to unexpected circumstances related to the location of the improvements. MEDC still hopes to increase downtown parking in another budget year.
2. Economic Development Grant Program: This item was increased \$30,000 to fund an economic development grant requested by Dr. Tim Gardner for a medical office building he is constructing on Lone Star Parkway.
3. Downtown Sign. An expenditure of \$41,500 is added to the budget to pay for a city owned electronic sign to be located on leased property at the corner of Eva and Liberty. The sign would mark the Montgomery Historic District and would include an electronic message board visible from all directions that would be used to give information regarding city notices and events.
4. Quality of Life undesignated projects is increased from \$5,000 to \$6,600 to pay for expenses related to Christmas in Historic Montgomery.
5. Marketing and Tourism – Brochures, Literature, and Advertising is increased from \$10,000 to \$13,000 to pay for a promotional video about Montgomery.
6. Several items are reduced or removed as they are not likely to be needed this budget year.

The net effect of the budget amendment is to reduce expenditures from \$477,300 to \$450,400.

RECOMMENDED ACTION

Staff recommends Council approve the proposed amendment to the Montgomery Economic Development Corporation FY 2014 and the proposed projects and grants included in the budget amendment.

**MONTGOMERY ECONOMIC
DEVELOPMENT CORPORATION**



**BUDGET FY2014
Amendment No. 1**

MEDC Fund
Statement of Revenues and Expenditures

	2013	Estimated 2014	Budget 2014	Amend 2014
<u>Beginning Balance</u>				
MIDC Fund Reserves	\$ 389,113	\$ 514,049	\$ 527,000	\$ 514,049
<u>Revenues</u>				
Annual Revenues				
Taxes & Franchise Fees	\$ 431,296	\$ 411,488	\$ 405,000	\$ 405,000
Transfers	-	-	-	-
Other Revenues	219	126	750	250
Total Annual Revenues	\$ 431,515	\$ 411,614	\$ 405,750	\$ 405,250
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Grand Total Revenues	431,515	411,614	405,750	405,250
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<u>Expenditures</u>				
Category I	\$ 144,623	\$ 167,500	\$ 197,500	\$ 167,500
Category II	55,057	105,000	90,000	105,000
Category III	29,000	78,100	70,000	78,100
Category IV	12,599	28,997	26,000	29,000
Category V	65,300	70,800	93,800	70,800
Uncategorized Expenses	-	-	-	-
Total Expenditures	\$ 306,579	\$ 450,397	\$ 477,300	\$ 450,400
<u>Ending Balance</u>				
MEDC Fund Reserves	\$ 514,049	\$ 475,266	\$ 455,450	\$ 468,899

MEDC Fund
Statement of Revenues

	2013	Estimate 2014	Budget 2014	Amend 2014
Taxes & Franchise Fees				
14600 · Sales Tax	\$ 431,296	\$ 411,488	\$ 405,000	\$ 405,000
Total Taxes & Franchise Fees	\$ 431,296	\$ 411,488	\$ 405,000	\$ 405,000
Transfers				
14620.1 · Misc Transfers	\$ -		\$ -	\$ -
14620.2 · Transfer from GF	-		-	-
14620.3 · Transfer from W/S	-		-	-
Total Transfers	\$ -		\$ -	\$ -
Other Revenues				
14109 · Donations	\$ -		\$ -	\$ -
14113 · Intergovernmental/Grants	-		-	-
15380 · Misc Income			-	-
15391 · Interest Income	219	126	750	250
Total Other Revenues	\$ 219	\$ 126	\$ 750	\$ 250
Grand Total Revenues	\$ 431,515	\$ 411,614	\$ 405,750	\$ 405,250
Actual				

MEDC Fund
Consolidated Statement of Expenditures

	2013	Estimate 2014	Budget 2014	Amendment 2014
Category I - Public Infrastructure				
Trasfer to Debt Service for Wastewater Projects	\$ 117,500	\$ 117,500	\$ 117,500	\$ 117,500
Clepper Sidewalks/ Lighting		\$ 35,000	\$ 35,000	\$ 35,000
Miscellaneous Lighting in Business Areas		\$ 10,000	\$ 10,000	\$ 10,000
Downtown Parking Improvements			\$ 30,000	
Undesignated Projects	27,123	5,000	5,000	5,000
Total Category I	\$ 144,623	\$ 167,500	\$ 197,500	\$ 167,500
Category II - Business Development & Retention				
Economic Development Grant Program	\$ 9,500	\$ 40,000	\$ 10,000	\$ 40,000
Wine and Music Festival	9,738	9,500	9,500	9,500
Antique Show and Festival	9,500	9,500	9,500	9,500
Texian Heritage Festival		6,000	6,000	6,000
Downtown Restrooms	26,319	40,000	55,000	40,000
Total Category II	\$ 55,057	\$ 105,000	\$ 90,000	\$ 105,000
Category III - Quality of Life				
Downtown Sign	\$ -	\$ 41,500	\$ -	\$ 41,500
Removal of Blight	-	15,000	15,000	15,000
Fernland Irrigation/ Lighting	-	10,000	25,000	10,000
Park Improvements (CBP Monument)	25,000	5,000	25,000	5,000
Undesignated Projects	4,000	6,600	5,000	6,600
Total Category III	\$ 29,000	\$ 78,100	\$ 70,000	\$ 78,100
Category IV - Marketing and Tourism				
Undesignated Projects	\$ -	\$ 1,000	\$ 1,000	\$ 1,000
Restoration of Monuments		\$ 5,000	\$ 5,000	\$ 5,000
Walking Tour		\$ 10,000	\$ 10,000	\$ 10,000
Brochures/Printed Literature/Advertising	12,599	12,997	10,000	13,000
Total Category IV	\$ 12,599	\$ 28,997	\$ 26,000	\$ 29,000
Category V - Administration & Operating Overhead				
Admin. Transfer to Gen. Fund (incl. prior Admin Exp)	\$ 37,824	\$ 37,500	\$ 37,500	\$ 37,500
HMBA Administration and Office	24,800	26,800	24,800	26,800
General Consulting (Acct, Eng, & Legal)	578		25,000	
Travel and Training	-	3,500	3,500	3,500
Miscellaneous Expenses	2,098	3,000	3,000	3,000
Total Category V	\$ 65,300	\$ 70,800	\$ 93,800	\$ 70,800
Grand Total Expenditures	\$ 306,579	\$ 450,397	\$ 477,300	\$ 450,400